

The Pool Page

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Wisconsin State Treasurer

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A Monthly Newsletter for LGIP Participants



Friends,

In January, we mailed a new LGIP Policy and Procedures manual to each of our 1,300 LGIP participants. The manual was recently revised to provide more concise and current information. If you did not receive your copy, or if you need additional copies, please contact my office. The manual is also available for viewing on our website, at www.statetreasury.wisconsin.gov.

Sincerely,

Dawn Marie Sass

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**The Annual Interest Rate
for
January 2009
1.03%**

LGIP Bank Holiday

The State Treasurer's office will be closed for LGIP business on:

February 16 Presidents' Day
April 10 Good Friday

STATE INVESTMENT FUND (SIF)

Monthly Summary of Earnings

| | \$ Amount | % of Average Balance |
|------------------------------------|---------------------|-----------------------------|
| Average Daily Balance of SIF | \$ 7,620,799,684 | |
| Gross Earnings on SIF | 6,914,448 | 1.07% |
| Less: Custodial Bank Charge | (8,058) | (0.00) |
| Investment Board Expense | (153,000) | (0.03) |
| Net Monthly Earnings on SIF | \$ 6,753,390 | 1.04% |

LOCAL GOVERNMENT INVESTMENT POOL (LGIP)

Monthly Summary of Earnings

| | | |
|-------------------------------|------------------|--------|
| Average Daily Balance of LGIP | \$ 3,968,905,232 | |
| Gross Earnings on LGIP | 3,518,636 | 1.04% |
| Less: DOA Accounting Charges | (6,385) | (0.00) |
| Banking Costs | (1,185) | (0.00) |
| State Treasurer Expense | (14,796) | (0.00) |
| Insurance | (21,140) | (0.01) |

| | | |
|-------------------------------------|---------------------|--------------|
| Net Monthly Earnings on LGIP | \$ 3,475,130 | 1.03% |
|-------------------------------------|---------------------|--------------|

STATE INVESTMENT FUND MONTHLY PORTFOLIO ANALYSIS*As of January 31, 2009*

| | Amortized Cost \$(000) | % of Portfolio | Acquisition Yield % |
|---|-----------------------------------|---------------------------|--------------------------------|
| Cash | 0 | 0.0 | 0.00% |
| U.S. Governments: | | | |
| Bills | 0 | 0.0 | 0.00% |
| Notes and bonds | 0 | 0.0 | 0.00% |
| Agencies | 7,070,591 | 82.9 | 0.93% |
| Open Repurchase Agreements | 849,000 | 10.0 | 0.26% |
| Term Repurchase Agreements | 0 | 0.0 | 0.00% |
| Asset-Backed Securities | 0 | 0.0 | 0.00% |
| Mortgaged-Backed Securities | 111 | 0.0 | 1.41% |
| Yankee/Euro Holdings | 0 | 0.0 | 0.00% |
| Certificates of Deposit and Bankers Acceptance | 550,000 | 6.4 | 2.61% |
| Commercial Paper and Corporate Notes | 62,997 | 0.7 | 0.32% |
| Total | \$ 8,532,699 | 100.0 % | 0.96% |

SUMMARY OF INVESTMENT FUND PARTICIPANTS

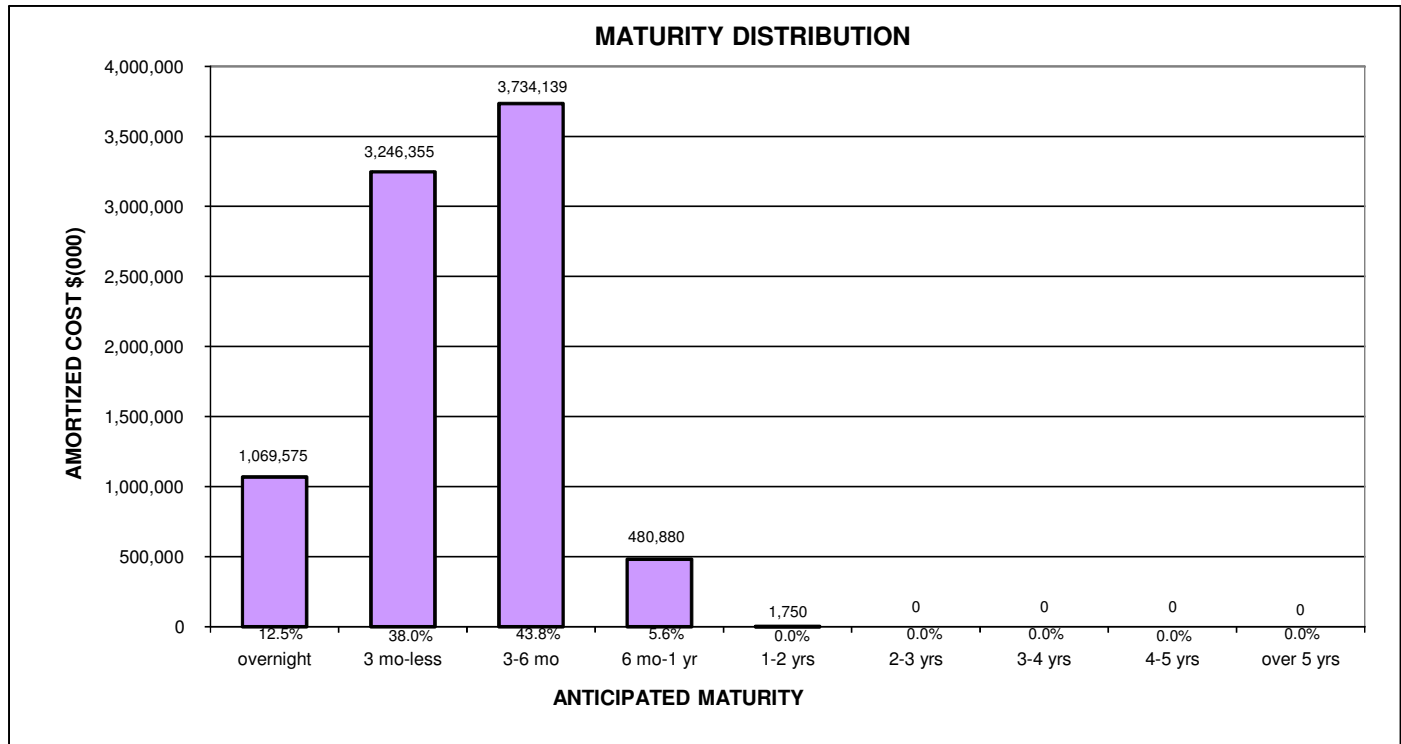
| | Par Amount \$(000) | % of Portfolio |
|-------------------------------------|-------------------------------|---------------------------|
| Local Government Investment Pool | 4,327,155 | 51.9% |
| State of Wisconsin and Agencies | 2,452,582 | 29.4% |
| State of Wisconsin Investment Board | 1,563,038 | 18.7% |
| | \$ 8,342,775 | 100% |

Note: The difference between the total of participant's unit shares (\$8,342,775) and the total of the investments (\$8,532,699) is the result of check float (checks written and posted at DOA-finance that have not yet cleared the bank) and a timing delay in posting bank receipts at DOA-Finance which have already been invested by SWIB.

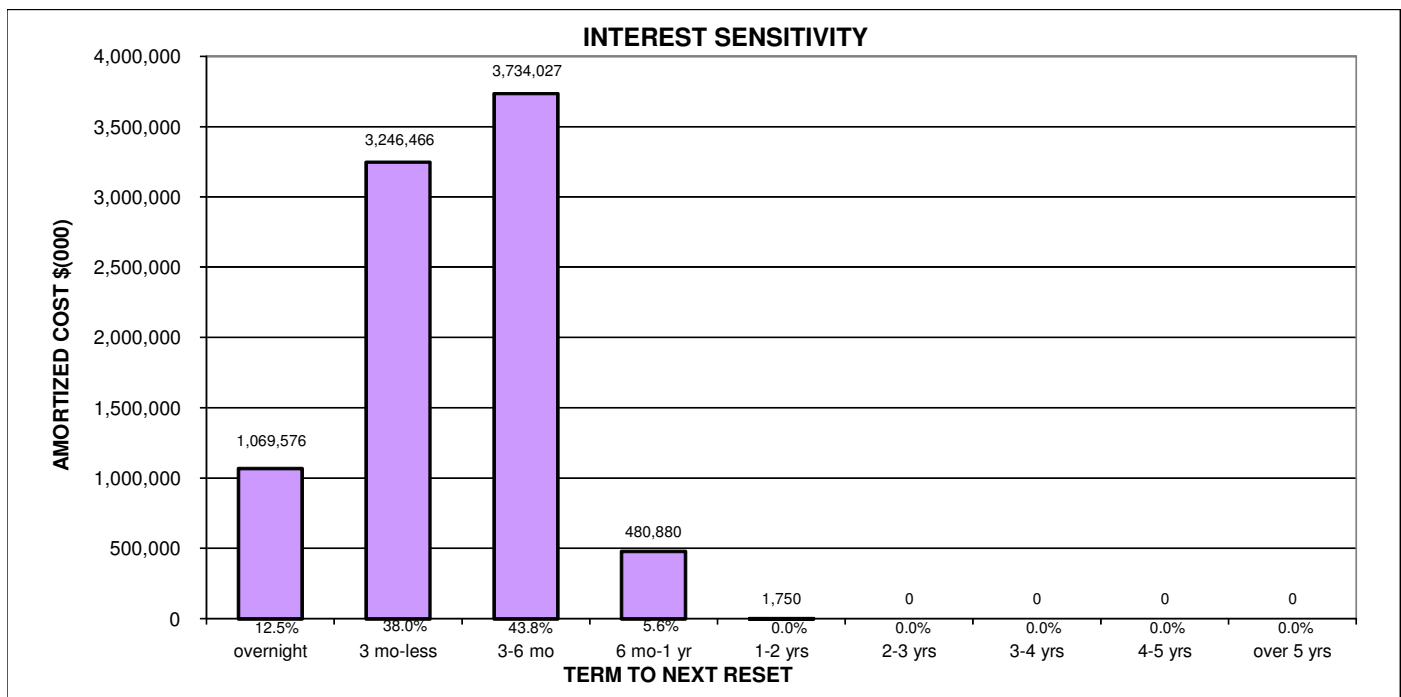
AVERAGE MATURITY

| For Month Ended | Avg. Days Maturity | For Month Ended | Avg. Days Maturity |
|----------------------------|-------------------------------|----------------------------|-------------------------------|
| 1/31/2009 | 85 | 9/30/2008 | 38 |
| 12/31/2008 | 80 | 8/31/2008 | 38 |
| 11/30/2008 | 68 | 7/31/2008 | 39 |
| 10/31/2008 | 39 | 6/30/2008 | 53 |

Note: The Average Maturity is calculated to the next interest reset date for all floating rate securities in the portfolio. The calculation also uses the 'average life' maturity date for all asset-backed and mortgage-backed securities in the portfolio. The maturity date used for all linked and hedged securities is based on the characteristics of the resulting security package, not the underlying securities within the package.



Note: The Maturity Distribution Report classifies securities in the portfolio by their anticipated maturity.



Note: The Interest Sensitivity Report classifies securities in the portfolio by their next interest reset date. For floating rate securities, interest rate sensitivity is classified based on the interest rate reset date. The maturity date used for all linked and hedged securities is based on the characteristics of the resulting security package, not the underlying securities within the package.

LOCAL GOVERNMENT INVESTMENT POOL (LGIP)*Monthly Summary of Earnings*

| | | <u>LGIP</u> <u>Net Annual Rate</u> | <u>90 Day</u> <u>Treasury Bill</u> | <u>Repurchase</u> <u>Agreements</u> | <u>iMoneyNet</u> <u>Government MMFD</u> | <u>iMoneyNet</u> <u>All Taxable MMFD</u> |
|--------------------|-----|---------------------------------------|---------------------------------------|--|--|---|
| <u>2006</u> | Jan | 4.16 | 4.32 | 3.51 | 3.45 | 3.72 |
| | Feb | 4.42 | 4.54 | 3.77 | 3.66 | 3.91 |
| | Mar | 4.50 | 4.62 | 3.85 | 3.77 | 4.02 |
| | Apr | 4.67 | 4.71 | 4.02 | 3.95 | 4.19 |
| | May | 4.82 | 4.83 | 4.15 | 4.08 | 4.34 |
| | Jun | 4.91 | 4.91 | 4.25 | 4.20 | 4.46 |
| | Jul | 5.13 | 5.07 | 4.48 | 4.38 | 4.65 |
| | Aug | 5.21 | 5.09 | 4.54 | 4.45 | 4.72 |
| | Sep | 5.22 | 4.93 | 4.54 | 4.47 | 4.72 |
| | Oct | 5.24 | 5.04 | 4.56 | 4.46 | 4.72 |
| | Nov | 5.25 | 5.07 | 4.58 | 4.50 | 4.73 |
| | Dec | 5.25 | 4.97 | 4.57 | 4.50 | 4.74 |
| <u>2007</u> | Jan | 5.23 | 5.10 | 4.57 | 4.48 | 4.73 |
| | Feb | 5.23 | 5.16 | 4.58 | 4.49 | 4.74 |
| | Mar | 5.25 | 5.07 | 4.60 | 4.51 | 4.76 |
| | Apr | 5.23 | 4.99 | 4.56 | 4.49 | 4.74 |
| | May | 5.19 | 4.85 | 4.50 | 4.45 | 4.72 |
| | Jun | 5.19 | 4.74 | 4.41 | 4.43 | 4.71 |
| | Jul | 5.21 | 4.95 | 4.37 | 4.43 | 4.71 |
| | Aug | 5.08 | 4.33 | 4.02 | 4.29 | 4.65 |
| | Sep | 5.05 | 4.00 | 4.12 | 4.12 | 4.63 |
| | Oct | 4.85 | 3.99 | 3.97 | 3.97 | 4.46 |
| | Nov | 4.45 | 3.27 | 3.46 | 3.65 | 4.20 |
| | Dec | 4.28 | 3.00 | 3.09 | 3.45 | 4.06 |
| <u>2008</u> | Jan | 4.07 | 2.78 | 2.73 | 3.12 | 3.75 |
| | Feb | 3.55 | 2.13 | 1.95 | 2.46 | 3.01 |
| | Mar | 3.12 | 1.24 | 1.20 | 1.89 | 2.48 |
| | Apr | 2.73 | 1.29 | 1.15 | 1.53 | 2.11 |
| | May | 2.27 | 1.73 | 1.21 | 1.38 | 1.94 |
| | Jun | 2.23 | 1.84 | 1.23 | 1.55 | 1.87 |
| | Jul | 2.23 | 1.63 | 1.14 | 1.38 | 1.86 |
| | Aug | 2.27 | 1.72 | 1.26 | 1.40 | 1.86 |
| | Sep | 2.19 | 1.13 | 0.77 | 1.30 | 1.82 |
| | Oct | 1.90 | 0.67 | 0.01 | 0.80 | 1.48 |
| | Nov | 1.65 | 0.19 | 0.01 | 0.62 | 1.20 |
| | Dec | 1.29 | 0.03 | 0.01 | 0.41 | 0.86 |
| <u>2009</u> | Jan | 1.03 | 0.13 | 0.01 (e) | 0.22 (e) | 0.59 (e) |

e=estimate